

State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

August 24, 2016

Taylor Holliday Holliday Construction 700 E. Brown Canyon Road Blanding, Utah 84511

Subject: Replacement Certificate of Deposit, Holliday Construction, Lime Ridge Mine,

M/037/0081, San Juan County, Utah

Dear Mr. Holliday:

Thank you for your diligence in complying with the requirement from the Division of Oil, Gas and Mining (Division) to increase the reclamation surety for the Lime Ridge mine. There might have been some confusion in the process that we would like to resolve.

The Division received a letter from Zions Bank stating that the original certificate of deposit (CD), #5668000507, in the amount of \$22,168.50, had been replaced by a new CD, #5791804106, in the amount of \$63,893.88. This CD by itself is adequate to cover the required reclamation surety.

However, the previous surety amount of \$61,700.00 was in the form of two CDs and a cash deposit. In addition to the above-mentioned CD with Zions Bank, the other CD is with Wells Fargo Bank, CD #2013968896 in the amount of \$35,620.17, and the cash deposit is \$3,912.00. Therefore, Holliday Construction is now over-bonded in the amount of \$39,532.17.

The Division assumes you would like the excess bond refunded, and if so, please submit a bond release request form that can be downloaded at this web address: https://fs.ogm.utah.gov/PUB/MINES/Minerals Related/FORMS/MR-SITE.pdf

Please complete the form and send it to the Division. We will process the request and authorize Wells Fargo Bank to release the CD to you, and request a check from the State Treasurer for the cash deposit that we will forward to you.



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Again, the Division appreciates your diligence in escalating the surety, and apologizes for any confusion that resulted from it. If you have any questions or need assistance completing the release request form, please contact Mike Bradley at 801-538-5332, or me at 801-538-5261.

Sincerely,

Paul Baker

Minerals Program Manager

PBB:mpb:pb

cc: Andy Bedingfield, SITLA (abedingfield@utah.gov)
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